

# L & M DRILLING, INC.

OIL WELL DRILLING CONTRACTORS

PO BOX 1370 ARTESIA, NEW MEXICO 88211-1370  
(505) 746-4405 746-3518 748-2205

June 5, 2000

Yates Petroleum Corporation  
105 South Fourth Street  
Artesia, NM 88219

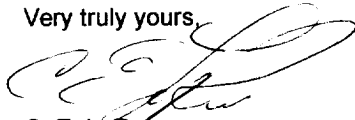
RE: Thunderhead TD State #3  
1980' FSL & 1980' FWL  
Sec. 32, T8S, R26E  
Chaves County, New Mexico

Gentlemen:

The following is a Deviation Survey for the above captioned well.

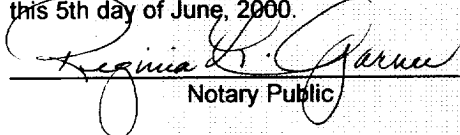
DEPTH	DEVIATION
494'	3/4°
975'	3/4°
1064'	3/4°
1541'	1°
2042'	1°
2540'	1°
3037'	1°
3535'	1°
4034'	1 1/4°
4560'	1°
5246'	2°
5308'	1 3/4°
5835'	2°
6329'	2°
6452'	2°
6575'	2°
7057'	2°

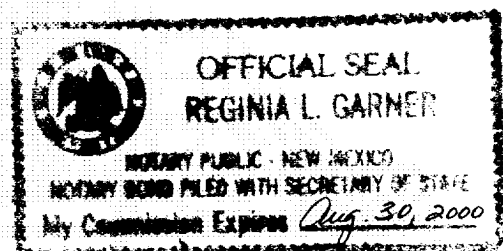
Very truly yours,

  
C. E. LaRue  
President

STATE OF NEW MEXICO }  
COUNTY OF EDDY }

The foregoing was acknowledged before me  
this 5th day of June, 2000.

  
Regina L. Garner  
Notary Public



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